



**ZIMBABWE**

# **GOVERNMENT OF ZIMBABWE**

## **CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE OF THE CONSOLIDATED REVENUE FUND**

**For the period ended 31 January 2017**

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**SECRETARY AND PAYMASTER GENERAL'S APPROVAL**

The Consolidated Statement of Financial Performance (CSFP) is prepared on the going concern basis. The Consolidated Statement has been based upon accounting policies, which have been consistently applied.

The Consolidated Statement of Financial Performance on pages 6 to 10 has been approved by the Secretary and Paymaster General, and the Accountant General.



**SECRETARY AND PAYMASTER GENERAL**



**ACCOUNTANT GENERAL**

## **ACCOUNTANT GENERAL'S REVIEW**

### **Mandate**

Section 38 of the Public Finance Management Act (Chapter 22:19) requires Treasury to publish consolidated financial reports in the Gazette within thirty days after the end of each month.

The mandatory Consolidated Statement of Financial Performance (CSFP) for government for the month ended 31 January 2017 as required by section 38 of the Public Finance Management Act is hereby presented.

Besides being mandated by legislation, CSFP is meant to provide a summary of national government's financial resources and their application for the benefit of the people of the Republic of Zimbabwe.

## NOTES TO THE MANAGEMENT ACCOUNTS FOR THE MONTH OF JANUARY 2017

### 1. REVENUE

Total revenue for the month of January 2017 was \$ 278 million against budget of \$ 278 million demonstrating that what was budgeted was achieved. Major contributors to the revenue were VAT which contributed 36%, tax on income and profits 27% and excise duties with 17% respectively. Major challenges were on non-tax revenue which reported a negative variance of 31%. The negative variance is caused by low revenue from property \$159 000 against budgeted of \$5 million.

Airtime levy for January contributed \$3 million against a budget of \$4 million

### 2. EXPENDITURE

Total expenditure was \$308 million incurred against budgeted of \$362 million resulting in a positive variance of \$54 million. Major costs incurred related to employment costs amounted to \$238 million which is 86% of total revenue.

For the month \$9 million was incurred on goods and services against a budget of \$14 million. Majority of expenses incurred by line Ministries were not paid for due to cash flow constraints faced currently by the Government of Zimbabwe. Cash generated is inadequate to meet all the current obligations.

#### Capital expenditure and transfers

##### Capital expenditure

Acquisition of various capital expenditure (vehicles, furniture and equipment) amounted to \$3 million against budgeted of \$15 million due to limited available cash resources.

##### Capital transfers

During the month of January we transferred funds to the following:

Caps holdings	\$8 million
Grain Marketing Board (GMB)	\$46 million

### 3. DEFICIT FOR THE MONTH

During the month of January 2017, a deficit of \$30 million was reported against budgeted deficit of \$84 million.

## CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR THE MONTH OF JANUARY 2017

	Notes	MONTHLY PERFORMANCE			
		ACTUAL	BUDGET	VARIANCE	%
		USD	USD	USD	
<b>TAXES ON INCOME</b>	1	74,631,707.30	78,780,000.00	(4,148,292.70)	(5.27)
<b>Tax on goods and services</b>	2	169,035,226.16	158,721,000.00	10,314,226.16	6.50
Customs duties	2.1	20,637,130.16	23,970,000.00	(3,332,869.84)	(13.90)
Excise duties	2.2	48,043,690.80	52,751,000.00	(4,707,309.20)	(8.92)
Value added tax	2.3	100,354,405.20	82,000,000.00	18,354,405.20	22.38
<b>OTHER TAXES</b>	3	17,527,836.98	16,600,000.00	927,836.98	5.59
<b>TOTAL TAX REVENUE</b>					
<b>NON TAX REVENUE</b>	4	16,762,560.00	24,269,000.00	(7,506,440.00)	(30.93)
Revenue from property	4.1	159,244.40	4,990,000.00	(4,830,755.60)	(96.01)
Fees, fines, licences and contributions	4.2	16,603,315.60	19,279,000.00	(2,675,684.40)	(13.88)
<b>TOTAL INCOME</b>		277,957,330.44	278,370,000.00	(412,669.56)	(0.15)
<b>EXPENDITURE</b>					
<b>Recurrent Expenditure</b>	5	249,962,407.80	307,533,000.00	57,570,592.20	18.72
Employment cost	5.1	139,978,036.00	193,898,000.00	53,919,964.00	27.81
Goods and services	5.1	8,782,525.00	13,704,000.00	4,921,475.00	35.91
Current transfers	5.3	98,474,492.00	93,867,000.00	(4,587,492.00)	(4.89)
Interest On debt	5.4	2,727,354.80	6,044,000.00	3,316,645.20	-
<b>DEFICIT BEFORE CAPITAL</b>		27,994,922.64	(29,163,000.00)	(57,983,261.76)	(18.87)
<b>Capital Expenditure</b>	6	57,982,621.00	54,952,000.00	(3,030,621.00)	(5.52)
Capital expenditure	6.1	3,419,498.00	14,775,000.00	11,355,502.00	76.86
Capital transfers	6.2	54,538,110.00	26,247,000.00	(28,291,110.00)	(107.79)
Equity participation/net lending	6.3	25,013.00	13,930,000.00	13,904,987.00	99.82
<b>TOTAL EXPENDITURE</b>		307,945,028.80	382,485,000.00	54,539,971.20	15.05
<b>DEFICIT FOR THE PERIOD</b>		(29,987,698.36)	(84,115,000.00)	54,127,301.64	(180.50)

**NOTES TO THE CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR THE PERIOD ENDED 31 JANUARY 2017**

Notes	ACTUAL USD	BUDGET USD
<b>1 TAXES ON INCOME &amp; PROFITS</b>		
Individuals	54,770,004.00	61,300,000.00
Companies	13,471,957.90	10,200,000.00
Domestic Dividend and interest	4,593,413.10	5,380,000.00
Other incomes taxes	1,796,332.30	1,900,000.00
<b>Total</b>	<b>74,631,707.30</b>	<b>78,780,000.00</b>
<b>2 TAX ON GOODS &amp; SERVICES</b>	<b>169,035,226.16</b>	<b>154,591,000.00</b>
<b>2.1 Customs duties</b>		
Oil Products	-	-
Prime & Surtax	20,716,281.69	23,970,000.00
Refunds	(79,151.53)	-
<b>Total</b>	<b>20,637,130.16</b>	<b>23,970,000.00</b>
<b>2.2 Excise Duties</b>		
Beer	4,993,041.50	4,640,000.00
Wines & Spirits	1,950,784.10	1,240,000.00
Tobacco	1,582,086.00	1,700,000.00
Second Hand Motor vehicles	203,600.00	240,000.00
Fuels	36,192,567.70	40,800,000.00
Air Time	3,121,604.00	4,130,000.00
Electric Lamp	7.50	1,000.00
<b>Total</b>	<b>48,043,690.80</b>	<b>52,751,000.00</b>
<b>2.3 Value Added Tax</b>		
VAT on domestic goods	79,113,368.90	54,400,000.00
Imported Goods & Services	23,811,135.60	27,600,000.00
Refunds	(2,570,099.30)	-
<b>Total</b>	<b>100,354,405.20</b>	<b>82,000,000.00</b>

**3 OTHER TAXES**

Mining Royalties
Vehicle Carbon Taxes
Stamp Duties
Presumptive Tax
Withholding tax on tenders
ATM Levy
Tobacco Levy
Banking Levy
Intermediate money transfer
<b>Total</b>

5,416,012.00	4,500,000.00
2,233,210.70	2,800,000.00
778,116.02	1,432,250.00
796,185.92	566,666.67
6,986,110.47	7,257,500.00
292,037.96	43,583.33
7,280.00	-
-	-
1,018,883.91	-
<b>17,527,836.98</b>	<b>16,600,000.00</b>

**TOTAL TAX REVENUE**

<b>261,194,770.44</b>	<b>249,971,000.00</b>
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**4 NON TAX REVENUE****4.1 Revenue from Investments & Property**

Govt Property rent
Interest
Dividends
<b>Total</b>

159,244.40	4,990,000.00
-	-
-	-
<b>159,244.40</b>	<b>4,990,000.00</b>

**4.2 Fees, fines, licences and contributions**

Fees: Govt Dept facilities & services
Road Access
Pension Contribution
Judicial fines
Govt Sales, licences
Rummage Sale Refunds
Refunds of Miscellaneous Payments from Votes
Miscellaneous
<b>Total</b>

9,128,594.60	6,924,000.00
-	-
6,584,389.80	11,565,000.00
-	-
840,589.14	531,000.00
(18,323.84)	-
34,845.30	16,000.00
33,220.60	243,000.00
<b>16,603,315.60</b>	<b>19,279,000.00</b>

**Total Non -Tax Revenue**

<b>16,762,560.00</b>	<b>24,269,000.00</b>
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**TOTAL REVENUE**

<b>277,957,330.44</b>	<b>278,370,000.00</b>
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	ACTUAL USD	BUDGET USD
<b>EXPENDITURE</b>		
<b>5 Recurrent Expenditure</b>	<b>249,962,407.80</b>	<b>307,027,000.00</b>
<b>5.1 Employment cost</b>		
Civil Services Wage Bill	139,978,036.00	180,858,000.00
Diplomatic missions	-	-
PSMAS	-	10,100,000.00
NSSA	-	2,900,000.00
Funeral Expenses	-	40,000.00
<b>Total</b>	<b>139,978,036.00</b>	<b>193,898,000.00</b>
<b>5.2 Goods and Services</b>		
Domestic travel expenses	74,006.00	299,000.00
Foreign travel expenses	4,588,990.00	1,109,000.00
Communication Supplies and Services	14,384.00	1,121,000.00
Education supplies and services	-	84,000.00
Medical supplies and services	-	483,000.00
Office supplies and services	-	210,000.00
Training expenses	-	156,000.00
Rentals and other services charges	2,415,759.00	3,854,000.00
Institutional Provisions	33,800.00	1,160,000.00
Other goods and services	184,334.00	765,000.00
Maintenance	252,169.00	1,348,000.00
Programmes and Institutions	1,219,083.00	3,115,000.00
<b>Total</b>	<b>8,782,525.00</b>	<b>13,704,000.00</b>
<b>5.3 Current Transfers</b>		
Pension	39,800,000.00	39,800,000.00
Other current transfers:		
Employment costs (zimra +grant aided salaries)	35,397,788.00	47,960,000.00
Operations( current trf +zimra)	23,276,704.00	6,127,000.00
Foreign-IMF subscriptions	-	-
<b>Total</b>	<b>98,474,492.00</b>	<b>93,887,000.00</b>

5.4 **Interest and Debt**

Foreign:

Domestic:

**Total**

2,727,354.80	5,538,000.00
2,727,354.80	5,538,000.00

6 **Capital Expenditure**

57,982,621.00

28,705,000.00

6.1 **Capital Expenditure**

Furniture and equipment

Vehicles, plant and mobile equipment

Acquisition and construction of buildings

Intangible assets

Feasibility studies

**Total**

2,203,220.00	3,922,000.00
176,000.00	960,000.00
-	9,779,000.00
1,040,278.00	108,000.00
-	6,000.00
3,419,498.00	14,775,000.00

6.2 **Capital transfers**

**Total**

54,538,110.00

26,247,000.00

54,538,110.00

26,247,000.00

6.3 **Equity participation/Lending**

**Total**

25,013.00

13,930,000.00

25,013.00

13,930,000.00

**TOTAL EXPENDITURE**

307,945,028.80

333,274,000.00

